UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF FLORIDA MIAMI DIVISION

ALEXANDRA LOPEZ, on behalf of herself and on behalf of all others similarly situated,

Plaintiffs,

v. CASE NO:

RECUR FOREVER, INC.,

Defendant.

CLASS ACTION COMPLAINT AND JURY TRIAL DEMAND

Plaintiff, Alexandra Lopez ("Plaintiff"), on behalf of herself and on behalf of all others similarly situated (collectively "Plaintiffs"), files this Class Action Complaint against Defendant, Recur Forever, Inc. ("Defendant") for violation of the Worker Adjustment and Retraining Notification Act, 29 U.S.C. §2101 et seq. (the "WARN Act"). In further support thereof, Plaintiff alleges as follows:

NATURE OF THE ACTION

1. This is an action brought pursuant to the Worker Adjustment and Retraining Notification Act of 1988, 29 U.S.C. §2101 et. seq. ("WARN Act"). Defendant is liable under the WARN Act for the failure to provide Plaintiff and all other similarly situated former employees at least 60 days' advance notice of their terminations, as required by the WARN Act.

JURISDICTION

2. This Court has jurisdiction over this proceeding pursuant to 28 U.S.C. §1331 and 29 U.S.C. §2104(a)(5).

3. Venue in this Court is proper pursuant to 29 U.S.C. §2104(a)(5).

THE PARTIES

- 4. Plaintiff Lopez was employed by Defendant from January 2022 until her termination without cause on or about December 7, 2022. Plaintiff Lopez submits to the jurisdiction of this Court.
- 5. Upon information and belief, at all relevant times, Defendant was a Foreign Limited Liability Corporation registered to do business within Florida.
- 6. Defendant has, at all times material hereto, conducted substantial and continuous business within the Southern District of Florida and is subject to the laws of the United States and the State of Florida.
- 7. Defendant is a digital platform where consumers buy and sell non-fungible tokens (NFTs).
- 8. Plaintiff and all other similarly situated former employees worked remotely for Defendant and reported to Defendant's headquarters, located at 2875 NE 191 Street, Suite 500, Aventura, FL 33180 ("the Facility").

STATEMENT OF FACTS

9. The WARN Act defines a "mass layoff" as a reduction in force which is not the result of a plant closing and results in an employment loss at a single site of employment during any 30-day period for at least 33% of the active employees (excluding part-time employees) and at least 50 employees (excluding part-time employees); or at least 500 employees (excluding part-time employees). 29 U.S.C. §2101(a)(3); 20 C.F.R. §639.3(c).

- 10. The distinction between a plant closing and a mass layoff, according to the regulations, is that a plant closing involves "employment loss which results from the shutdown of one or more distinct units within a single site or the entire site" while a mass layoff "involves employment loss, regardless of whether one or more units are shut down at the site." 20 C.F.R. §639.3(c)(1).
- 11. An employer also must give notice under the WARN Act if the number of employment losses which occur during a 30-day period fails to meet the threshold requirements of a plant closing or mass layoff, but the number of employment losses for 2 or more groups of workers, each of which is less than the minimum number needed to trigger notice, reaches the threshold level, during any 90-day period, of either a plant closing or mass layoff. Job losses within any 90-day period will count together toward WARN threshold levels, unless the employer demonstrates that the employment losses during the 90-day period are the result of separate and distinct actions and causes.
- 12. Plaintiff and all other similarly situated employees were employees, employed by Defendant, who was their employer, for all relevant and required periods of time at the Facility.
- 13. Plaintiff and all other similarly situated employees were terminated as part of mass layoffs as defined by the WARN Act, for which they were entitled to receive 60 days' advance written notice under the WARN Act.
- 14. Prior to her termination, Plaintiff Lopez was an employee of Defendant.

- 15. On December 7, 2022, Plaintiff was terminated from her employment, without cause on her part, by the Defendant.
- 16. Upon information or belief, approximately 100 other employees were similarly terminated without cause on or around December 7, 2022.
- 17. Additionally, upon information or belief, Defendant laid off approximately 100 employees in or around June 2022 and approximately 35 employees in or around September 2022.
- 18. Upon information or belief, prior to these layoffs, Defendant had approximately 300 employees, with between 100-200 employees remaining prior to the December 7, 2022 layoff.
- 19. Plaintiff and the other similarly situated former employees primarily worked remotely from home for Defendant but reported directly to the Facility. Plaintiff and putative class members are out-stationed because they all work remotely. However, the single site of employment to which they are assigned as their home base, from which their work is assigned, and to which they report is Defendant's headquarters, located at 2875 NE 191 Street, Suite 500, Aventura, FL 33180.
- 20. The company executives worked out of the Facility and remote employees attended meetings at the Facility.
- 21. Defendant was required by the WARN Act to give Plaintiff and the other similarly situated former employees or their representatives at least 60 days' advance written notice of their respective terminations.

- 22. Defendant was required by the WARN Act to give the state dislocated worker units and the chief elected official of the units of local government in which the affected facility was located at least 60 days' advance written notice of the terminations.
- 23. Despite the requirements of the WARN Act, Defendant did not provide at least 60 calendar days prior to the mass layoff the required notice to Plaintiff and the other similarly situated employees or their representatives who reported to the Facility.
- 24. Despite the requirements of the WARN Act, Defendant did not provide at least 60 calendar days prior to the closing or mass layoff the required notice to the state dislocated worker units and to the chief elected officials of the unit of local government in which the affected facility was located.
- 25. Pursuant to the WARN Act, Plaintiff maintains this action on behalf of herself and on behalf of each of the other similarly situated former employees.
- 26. Each of the other similarly situated former employees is similarly situated to Plaintiff in respect to his or her rights under the WARN Act.
- 27. Defendant was required by the WARN Act to give Plaintiff and the other similarly situated former employees or their representatives at least 60 days' advance written notice of their respective terminations.
- 28. Prior to their terminations, neither Plaintiff nor the other similarly situated former employees nor their representatives received written notice that complied with the requirements of the WARN Act.

29. Defendant failed to pay Plaintiff and the other similarly situated former employees their respective wages, salary, commissions, bonuses, accrued holiday pay, vacation, and other benefits which would have accrued for sixty (60) days following their respective terminations without notice and failed to provide them with health insurance coverage and other employee benefits.

CLASS ACTION ALLEGATIONS

- 30. Plaintiff sues under Rule 23(a) and (b) of the Federal Rules of Civil Procedure and the WARN Act, on behalf of themselves, and a class of employees who worked at or reported to the Defendant's Facility and were laid off without cause by Defendant as part, or as the reasonably foreseeable result, of mass layoffs ordered by Defendant at the Facility (the "Class") on or about December 7, 2022 or during the 90 days prior, and in or around June 2022.
- 31. The persons in the Class ("Class Members") are so numerous that joinder of all members is impracticable as there are several hundred potential class members.
- 32. There are questions of law and fact common to the Class Members, namely:
 - (a) Whether the Class Members were employees of Defendant's who worked at or reported to Defendant's Facility;
 - (b) Whether Defendant ordered the termination of employment of each of the Class Members without cause on their part and without giving them 60 days' advance written notice as required by the WARN Act; and

- (c) Whether Defendant was subject to any of the defenses provided for in the WARN Act.
- 33. The claims of Plaintiff are typical of the claims of the Class, as they were terminated as part of a mass layoff and did not receive the requisite notice.
 - 34. Plaintiff will fairly and adequately protect the interests of the Class.
- 35. Plaintiff has retained counsel competent and experienced in complex class action employment litigation.
- 36. There is no conflict of interest between Plaintiff and other members of the Class.
- 37. A class action is superior to other available methods for the fair and efficient adjudication of this controversy—particularly in the context of WARN Act litigation, where the individual Plaintiff and Class Members may lack the financial resources to vigorously prosecute a lawsuit in federal court against a corporate defendant, and separate actions would create a risk of inconsistent or varying adjudications with respect to individual Class Members, and the adjudications with respect to individual Class Members would be dispositive of the interests of other members.
 - 38. Defendant has acted on grounds that apply generally to the Class.
- 39. There are questions of law and fact common to the Class Members that predominate over any questions solely affecting individual members of the Class, including but not limited to:
 - (a) Whether the Class Members were employees of Defendant's who worked at or reported to Defendant's Facility;

- (b) Whether Defendant ordered the termination of employment of each of the Class Members without cause on their part and without giving them 60 days' advance written notice as required by the WARN Act; and
- (c) Whether Defendant were subject to any of the defenses provided for in the WARN Act.

CAUSE OF ACTION WARN ACT VIOLATIONS

- 40. At all relevant times, the Defendant employed 100 or more employees, exclusive of part-time employees, or employed 100 or more employees who in the aggregate worked at least 4,000 hours per week, exclusive of hours of overtime, within the United States as defined by the WARN Act, and employed more than 50 employees at the Facility.
- 41. At all relevant times, the Defendant was an "employer" of the Class Members as that term is defined by the WARN Act.
- 42. On or about December 7, 2022 and during the 90 days prior, and in or around June 2022, Defendant ordered "mass layoffs" as those terms are defined by the WARN Act.
- 43. Defendant's actions at the Facility resulted in an "employment loss" as that term is defined by the WARN Act for at least 33% of its workforce, and at least 50 of its employees, excluding (a) employees who worked less than six of the twelve months prior to the date WARN notice was required to be given and (b)

employees who worked an average of less than 20 hours per week during the 90day period prior to the date WARN notice was required to be given.

- 44. Defendant's termination of the Class Members' employment constituted mass layoffs as defined by the WARN Act.
- 45. Plaintiff and each of the Class Members who were employed by Defendant and then terminated by Defendant as a result of Defendant's executing mass layoffs at the Facility were "affected employees" as defined by the WARN Act.
- 46. Plaintiff and each of the Class Members are "aggrieved employees" of Defendant as that term is defined by the WARN Act.
- 47. Pursuant to the WARN Act, Defendant was required to provide at least 60 days' prior written notice of the termination, or notice as soon as practicable, to the affected employees, or their representative, explaining why the sixty (60) days' prior notice was not given.
- 48. Defendant failed to give at least sixty (60) days' prior notice of the termination in violation of the WARN Act.
- 49. Defendant failed to pay Plaintiff and each of the Class Members their respective wages, salary, commissions, bonuses, accrued holiday pay, and accrued vacation for 60 working days following their respective terminations, and failed to provide other employee benefits under ERISA, and pay their medical expenses for 60 calendar days from and after the dates of their respective terminations.
- 50. As a result of Defendant's failure to pay the wages, benefits and other monies as asserted, Plaintiff and Class Members were damaged in an amount equal

to the sum of the members' unpaid wages, accrued holiday pay, accrued vacation pay, accrued sick leave pay and benefits which would have been paid for a period of sixty (60) calendar days after the date of their terminations.

RELIEF SOUGHT

WHEREFORE, Plaintiff and Class Members demand trial by jury and judgment against Defendant as follows:

- a. An amount equal to the sum of: unpaid wages, salary, commissions, bonuses, accrued holiday pay, accrued vacation pay, and ERISA benefits, for sixty (60) working days following the member employee's termination, that would have been covered and paid under the then applicable employee benefit plans had that coverage continued for that period, all determined in accordance with the WARN Act, 29 U.S.C. §2104(a)(1)(A);
- b. Certification that, pursuant to Fed. R. Civ. P. 23 (a) and (b) and the WARN Act, Plaintiff and the other similarly situated former employees constitute a single class;
 - c. Designation of Plaintiff as Class Representative;
 - d. Appointment of the undersigned attorneys as Class Counsel;
- e. Interest as allowed by law on the amounts owed under the preceding paragraphs;
- f. The reasonable attorneys' fees and the costs and disbursements

 Plaintiff incurs in prosecuting this action, as authorized by the WARN Act; and

g. Such other and further relief as this Court may deem just and proper.

DEMAND FOR JURY TRIAL

Plaintiff further demands a jury trial on all issues so triable as of right.

Respectfully submitted,

/s/ Ryan D. Barack
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